

BEFORE THE
POSTAL REGULATORY COMMISSION
WASHINGTON, D.C. 20268-0001

COMPETITIVE PRODUCT PRICES
GLOBAL RESELLER EXPEDITED PACKAGE CONTRACTS 2
(MC2013-51 AND CP2013-64)
NEGOTIATED SERVICE AGREEMENT

Docket No.
CP2020-196

**NOTICE OF THE UNITED STATES POSTAL SERVICE OF FILING
MODIFICATION TWO TO GLOBAL RESELLER EXPEDITED PACKAGE 2
NEGOTIATED SERVICE AGREEMENT**
(October 14, 2022)

The Global Reseller Expedited Package Services 2 contract that is the subject of the CP docket number listed above (Agreement) is currently scheduled to expire on October 31, 2022.¹

Attached to this notice, as Attachment 1, is a redacted version of Modification Two to the Agreement. The Modification revises Articles 2, 6, 8, and 11 of the Agreement, changes Article 11 so that the Agreement will remain in effect until April 30, 2023, adds Annexes 1B, 2B, and 3B to the Agreement, and removes Annex 4 from the Agreement. In addition, this filing includes a redacted version of the certified statement required by 39 C.F.R. § 3035.105(c)(2) as Attachment 2, as well as redacted revised financial workpapers. Because the intended effective date of Modification Two is November 1, 2022, the Postal Service respectfully requests that the Postal Regulatory Commission (Commission) complete its review of the modification by October 31, 2022.

The United States Postal Service (Postal Service) is filing under seal Modification Two, the certified statement, as well as revised supporting financial workpapers in

¹ Notice of the United States Postal Service of Extension of a Global Reseller Expedited Package 2 Negotiated Service Agreement, Docket No. CP2020-196, September 16, 2022.

separate Excel files for the contract that is the subject of this docket. With respect to the non-public versions of Modification Two, the certified statement, and revised supporting financial documents filed under seal, the Postal Service hereby incorporates its Application for Non-Public Treatment filed in conjunction with its notice dated June 15, 2020, in this docket.² In addition, the Postal Service recently provided notice to all foreign postal operators within the Universal Postal Union network through an International Bureau Circular issued on November 8, 2021, that the Postal Service will be regularly submitting certain business information to the Commission. Some UPU-designated foreign postal operators may have a proprietary interest in such information. The circular includes information on how third parties may address any confidentiality concerns with the Commission.

Respectfully submitted,

UNITED STATES POSTAL SERVICE

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October 14, 2022

² Notice of United States Postal Service of Filing a Functionally Equivalent Global Reseller Expedited Package 2 Negotiated Service Agreement and Application for Non-Public Treatment of Materials Filed Under Seal, Docket No. CP2020-196, June 15, 2020, Attachment 4.

**MODIFICATION TWO TO THE
GLOBAL CUSTOMIZED MAIL AGREEMENT BETWEEN
THE UNITED STATES POSTAL SERVICE AND**

This Modification amends the Global Customized Mail Agreement ("Agreement") between [REDACTED] ("Reseller"), with offices at [REDACTED], and the United States Postal Service ("USPS or the "Postal Service"), an independent establishment of the Executive Branch of the United States Government, with offices at 475 L'Enfant Plaza SW, Washington, DC 20260-9998, signed by the Reseller on June 8, 2020, and by the USPS on June 9, 2020, as amended by Modification One, signed by the Reseller and by the USPS on September 2, 2021. The Reseller and the USPS may be referred to individually as a "Party" and together as the "Parties."

The purpose of this Modification is to make the following six changes to the Agreement.

First, the following paragraph (10) is added to Article 2.

(10) "Modification Two Effective Date" means the first date on which USPS is willing to accept Qualifying Mail in accordance with Modification Two to this Agreement.

Second, the following paragraphs (c) and (d) are added to Article 6(1).

(c) Until 11:59 p.m. on the day prior to the Modification Two Effective Date, the Reseller will continue to pay postage according to Annex 1A, Annex 2A and Annex 3A. (d) From the Modification Two Effective Date until the expiration date of this Agreement, the Reseller will pay postage according to Annex 1B, Annex 2B and Annex 3B attached hereto, subject to the terms and conditions of this Agreement, including Article 7.

Third, Article 6(7) is replaced with the following.

(7) Software. If postage payment is through eVS® to create address labels for PMEI, PMI, and FCPIS Qualifying Mail using eVS® and to send the required Customs information for each Qualifying Mail item to USPS through USPS PTR Shipping Services file 1.7 or 2.0, in accordance with the most recent versions of USPS Export Compliance Customs Data Requirements and USPS Guidelines for Privately Printed Customs Declarations Forms. (The most recent versions of these two documents, as of July 28, 2022, were available at <https://postalpro.usps.com/node/3973> and <https://postalpro.usps.com/node/2713>.)

Fourth, Article 11(1) of the Agreement is replaced with the following.

11. Term of the Agreement (1) The USPS will notify the Reseller of the Effective Date of the Agreement within thirty (30) days after receiving the approval of the entities that have oversight responsibilities for the USPS. In addition, the USPS will notify the Reseller of the Modification One Effective Date as soon as possible, but no later than thirty (30) days after receiving the approval of the entities that have oversight responsibilities for the USPS. Also, the USPS will notify the Reseller of the Modification Two Effective Date as soon as possible, but no later than thirty (30) days after receiving the approval of the entities that have oversight responsibilities for the USPS. This Agreement shall remain in effect until 11:59 p.m. on April 30, 2023, unless the Agreement is terminated sooner pursuant to Article 12, Article 13, or Article 35.

Fifth, Annexes 1B, 2B, and 3B attached to this Modification are added to the Agreement.

Sixth, Annex 4 is removed from the Agreement.

All other terms and conditions of the Agreement shall remain in force.

The Parties acknowledge and understand that all obligations of the USPS under this Modification shall be contingent on the USPS receiving approvals (hereinafter "Conditions Precedent") from one or more internal and external bodies that have oversight responsibilities. Conditions Precedent may include, but are not limited to: approvals or, if applicable, non-objection, from responsible USPS management officials, the USPS Board of Governors, the USPS Governors, the Postal Regulatory Commission, and/or any other governmental body with oversight responsibility for the USPS. The Parties acknowledge that this Modification may not be approved by such individuals or bodies. Until such time that all Conditions Precedent are fulfilled that are necessary to allow the USPS to provide the products or services contemplated under the Agreement, no obligation shall exist for the USPS and no benefit shall inure to either Party. In the event that the Conditions Precedent are not fulfilled, the USPS shall have no liability, which shall include no obligation to pay costs associated with any action taken by the Reseller prior to the Effective Date of this Modification. Further, in the event of termination of the Agreement or the failure of any Condition Precedent, the USPS shall not be held liable for any damages including, without limitation, actual, special, indirect, incidental, punitive, consequential, or any other damages, which shall include but not be limited to damages for loss of business profits; business interruption; any other loss; and/or any costs incurred by either Party attributable to such non-approval such as attorney's fees.

The Reseller acknowledges that this Modification and supporting documentation will be filed with the Postal Regulatory Commission ("Commission") in docketed proceedings (CP2020-196). The Reseller authorizes the USPS to determine the scope of information that must be made publicly available in any Commission docketed proceeding in which information related to this Modification must be filed. The Reseller further understands that any unredacted portion of the Modification or supporting information will be available on the Commission's public website, <http://www.prc.gov>. In addition, the USPS may be required to file information in connection with this Modification (including revenue, cost or volume data) in other Commission dockets, including the Commission docket number for the Annual Compliance Report (ACR) for the USPS fiscal year(s) in which this Agreement is in effect. Each ACR docket has a distinct docket number, such as ACR202#, in which "202#" signifies the USPS fiscal year to which the ACR pertains. The Reseller has the right, in accordance with the Commission's rules, to address its confidentiality concerns directly with the Commission. The procedure for making an application to the Commission for non-public treatment of materials believed to be protected from disclosure is found in part 3011 of the regulations concerning the Commission in Title 39 of the Code of Federal Regulations.

The Parties may execute this Modification in one or more counterparts (including by facsimile or by electronic means such as .pdf format). Not all Parties need be signatories to the same document. All counterpart signed documents shall be deemed an original and one instrument.

In witness whereof, this Modification is deemed executed on the latter of the two dates accompanying the Parties' signatures.

ON BEHALF OF THE UNITED STATES POSTAL SERVICE:

Signature: Robert Ferraro
Name: Robert Ferraro
Title: Director, Specialized Sales
Date: 10-12-2022

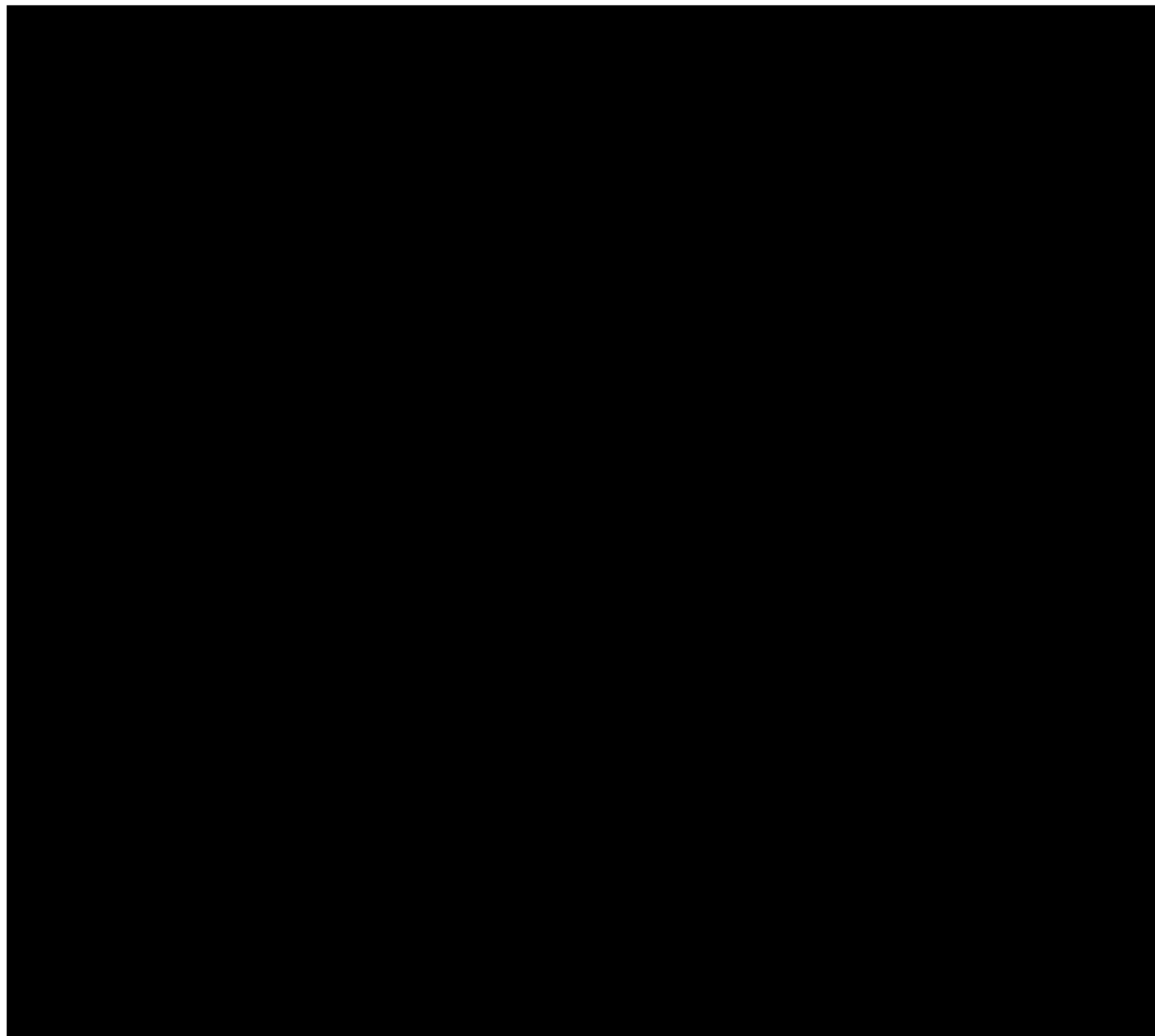
ON BEHALF OF [REDACTED]:

Signature: [REDACTED]
Name: [REDACTED]
Title: [REDACTED]
Date: 10/7/2022

ANNEX 1B	PMEI ANNEX – PRICES FOR PRIORITY MAIL EXPRESS INTERNATIONAL QUALIFYING MAIL
ANNEX 2B	PMI ANNEX – PRICES FOR PRIORITY MAIL INTERNATIONAL QUALIFYING MAIL
ANNEX 3B	FCPIS ANNEX – PRICES FOR FIRST-CLASS PACKAGE INTERNATIONAL SERVICE QUALIFYING MAIL

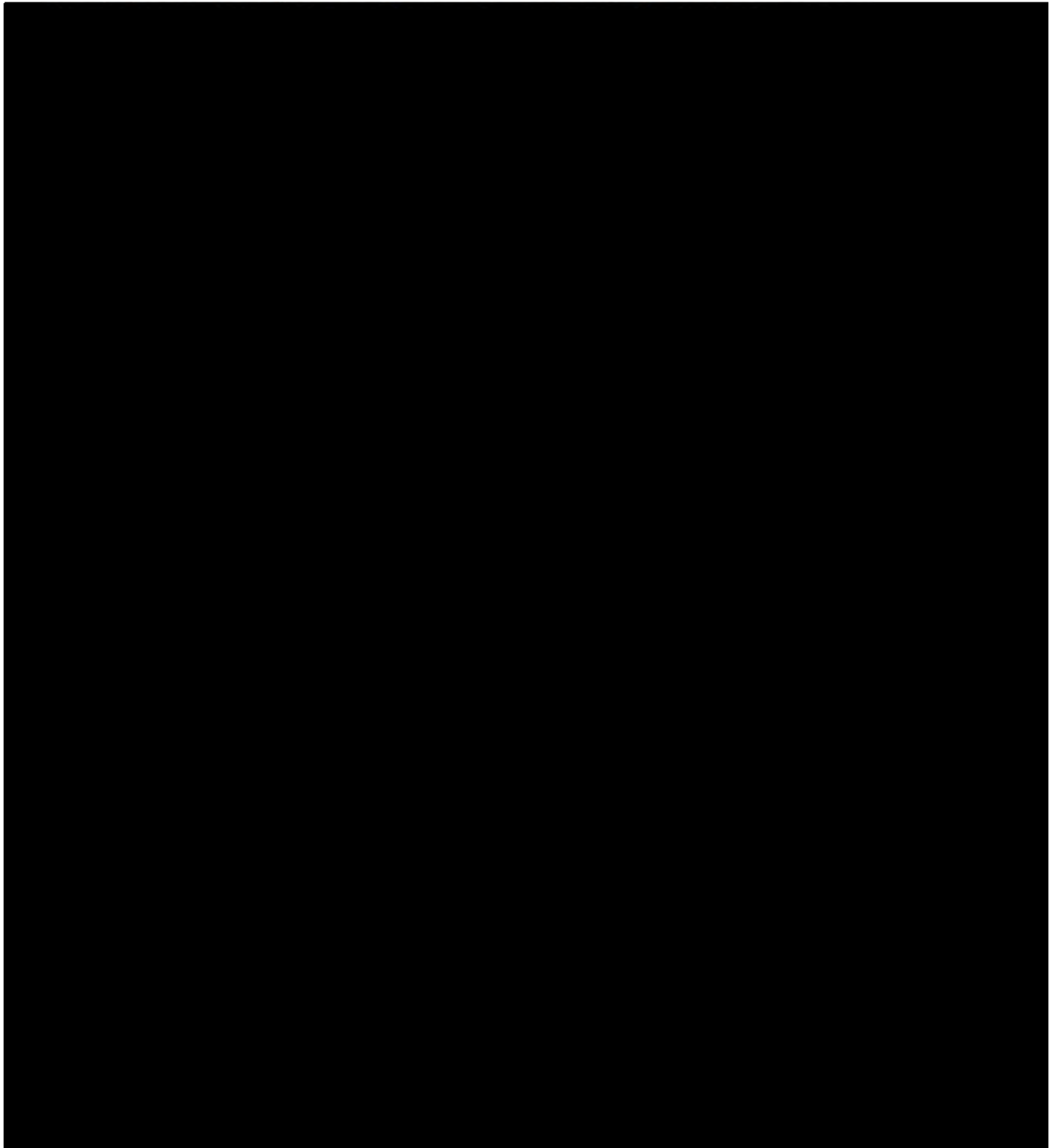
**ANNEX 1B PMEI ANNEX –
PRICES FOR PRIORITY MAIL EXPRESS INTERNATIONAL
QUALIFYING MAIL**

Postage prices for Priority Mail Express International Qualifying Mail items under this Agreement are as follows.



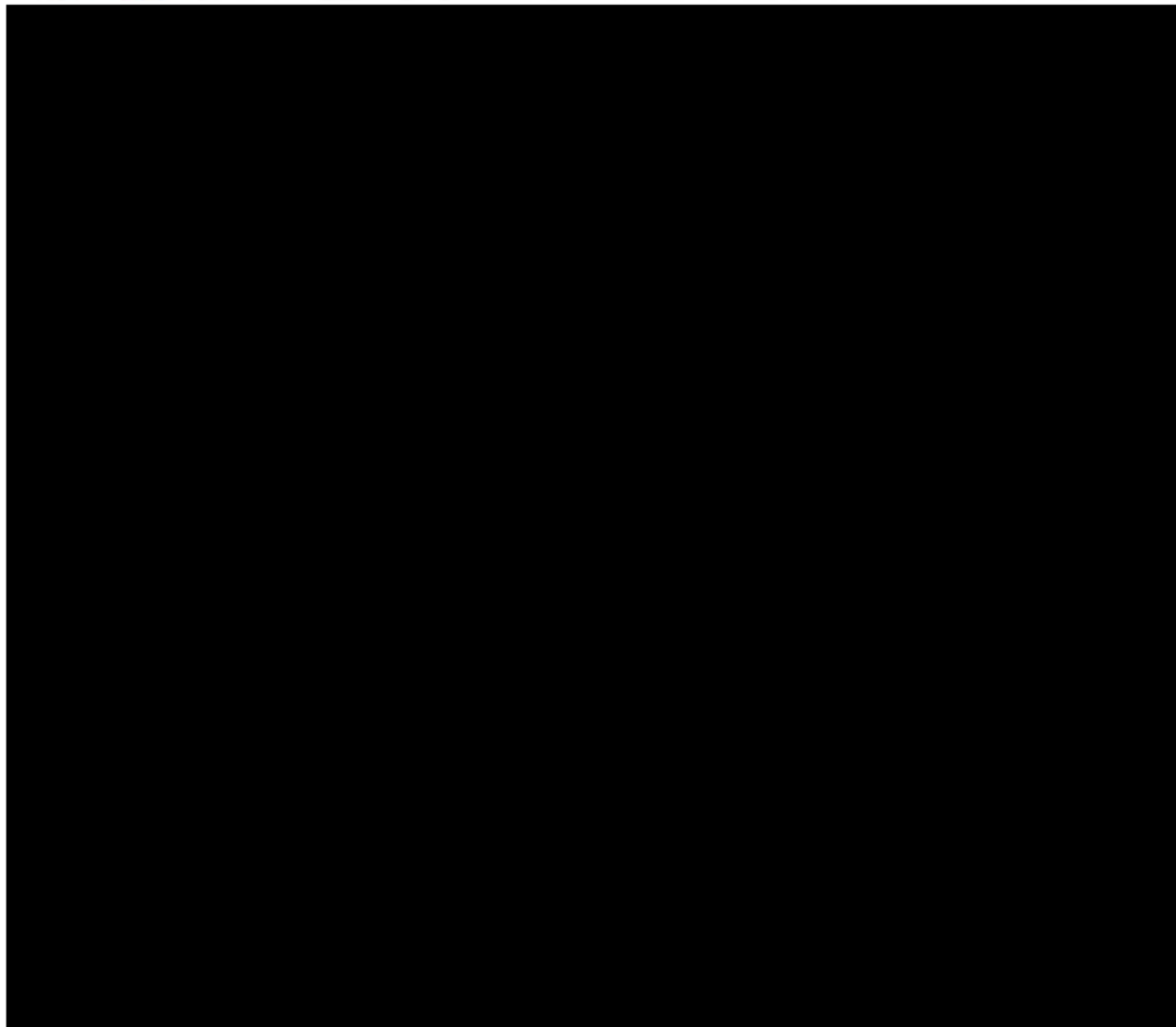
**ANNEX 2B PMI ANNEX –
PRICES FOR PRIORITY MAIL INTERNATIONAL QUALIFYING MAIL**

Postage prices for Priority Mail Qualifying Mail items under this Agreement are as follows.



**ANNEX 3B FCPIS ANNEX –
PRICES FOR FIRST-CLASS PACKAGE INTERNATIONAL SERVICE QUALIFYING MAIL**

Postage prices for First-Class Package International Service Qualifying Mail items under this Agreement are as follows.



**Certification of Prices for the Global Reseller Expedited Package Contract
with [REDACTED]**

I, Karen Meehan, Manager, Director, International Pricing and Financial Reporting, United States Postal Service, am familiar with the prices for the Global Reseller Expedited Package Contract with [REDACTED]. The prices contained in this Contract were established by the Decision of the Governors of the United States Postal Service on the Establishment of Prices and Classifications for Domestic Competitive Agreements, Outbound International Competitive Agreements, Inbound International Competitive Agreements, and Other Non-Published Competitive Rates, issued February 7, 2019 (Governors' Decision No. 19-1), which established prices by means of price floor formulas.

I hereby certify that the supporting financial data submitted in support of this filing are accurate, and that the numerical cost values underlying the prices in the contract are the appropriate costs to use in the formulas and represent the best available information. The prices, resulting in a cost coverage of in excess of the minimum required by the Governors' Decision, are in compliance with 39 U.S.C § 3633 (a)(1), (2), and (3). The prices demonstrate that the Contract should cover its attributable costs and preclude the subsidization of competitive products by market dominant products. International competitive mail accounts for a relatively small percentage of the total contribution by all competitive products. Contribution from Global Reseller Expedited Package Contracts should be even smaller. The Agreement with [REDACTED] should not impair the ability of competitive products on the whole to cover an appropriate share of institutional costs.

Karen B.
Meehan

Karen Meehan

Digitally signed by Karen B.
Meehan
Date: 2022.10.14 11:51:33
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